

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al
Debtor

Case No. 01-01139 Jointly Administered
Reporting Period: February 2011

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			N/A
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date

Signature of Joint Debtor

Date

Signature of Authorized Individual*

Date

Hudson La Force III

Printed Name of Authorized Individual

Senior Vice President and
Chief Financial Officer

Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

W. R. Grace & Co.
Monthly Financial Report
February 28, 2011

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Form MOR

Monthly Operating Report

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Bank Statements

See attached
Attestation Form

Federal Income Tax Returns

N/A

Forward-Looking Information

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

Statement of Confidentiality

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

Monthly Operating Report

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2011					
	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2199500021812	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 18001257
CASH BEGINNING OF MONTH	\$ 68,978	\$ -	\$ 62,854	\$ 869,818	\$ 2,002,873
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			2,773		
ACCOUNTS RECEIVABLE - INTERCOMPANY					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES				155	693,739
TRANSFERS IN - NONFILING ENTITIES					72,988
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000				2,905,178
MISCELLANEOUS					
TOTAL RECEIPTS	200,000	-	2,773	155	3,671,905
DISBURSEMENTS					
PAYROLL					
PAYROLL TAXES					
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	206,383				326,295
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					4,655,775
MISCELLANEOUS					
TOTAL DISBURSEMENTS	206,383	-	-	-	4,982,070
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(6,383)	-	2,773	155	(1,310,165)
CASH - END OF MONTH	\$ 82,594	\$ -	\$ 65,627	\$ 869,972	\$ 692,709

Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2011					
	Bank of America Lockbox 8188203114	Bank of America Securities LLC 22330134	First Union Concentration 2000000282172	First Union Payroll 20799000016741	First Union Libby Medical 20799000065006
CASH BEGINNING OF MONTH	\$ 66,853,454	\$ 707,531,940	\$ 6,791,274	\$ 153,216	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES	60,363,394				
ACCOUNTS RECEIVABLE - INTERCOMPANY	23,823,282				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					
DIP BORROWINGS					
TRANSFERS IN - THIRD PARTIES		65,727			
TRANSFERS IN - NONFILING ENTITIES	11,883,045				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	4,100,000		94,300,000	17,750,559	112,837
MISCELLANEOUS					
TOTAL RECEIPTS	100,169,721	65,727	94,300,000	17,750,559	112,837
DISBURSEMENTS					
PAYROLL				10,790,122	
PAYROLL TAXES				6,630,186	
TRADE PAYABLES - THIRD PARTIES					
TRADE PAYABLES - INTERCOMPANY					
ACCOUNT SECURITIZATION					
PAYMENTS AS SERVICER FOR GRPI					
DIP PRINCIPAL REPAYMENTS					
DIP INTEREST AND USAGE FEES					
TRANSFERS OUT - THIRD PARTIES	5,370,676				112,837
TRANSFERS OUT - NONFILING ENTITIES					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	94,300,000		90,395,470		
MISCELLANEOUS			10,300	313,592	
TOTAL DISBURSEMENTS	99,670,676	-	90,405,770	17,733,899	112,837
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	499,046	65,727	3,894,230	16,660	-
CASH - END OF MONTH	\$ 67,352,500	\$ 707,597,668	10,685,504	\$ 169,876	\$ -

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W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2011									
	First Union Accts Payable 2079920005761	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	JP Morgan Chase Lockbox 304816494	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172
CASH BEGINNING OF MONTH	\$ (312,232)	\$ (140)	\$ 5,306,300	\$ 44,866	\$ -	\$ -	\$ 499,126	\$ 22,787	\$ 686,112
RECEIPTS									
ACCOUNTS RECEIVABLE - THIRD PARTIES					2,905,178			20,800	1,079,118
ACCOUNTS RECEIVABLE - INTERCOMPANY								-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								-	-
DIP BORROWINGS								-	-
TRANSFERS IN - THIRD PARTIES								273,613	-
TRANSFERS IN - NONFILING ENTITIES								-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	30,247,850	974,873	41,309,351					-	-
MISCELLANEOUS									
TOTAL RECEIPTS	30,247,850	974,873	41,309,351	-	2,905,178	-	-	294,413	1,079,118
DISBURSEMENTS									
PAYROLL								15,712	-
PAYROLL TAXES								37,864	-
TRADE PAYABLES - THIRD PARTIES	32,565,545		42,874,053					-	401,023
TRADE PAYABLES - INTERCOMPANY								-	-
ACCOUNT SECURITIZATION								-	-
PAYMENTS AS SERVICER FOR GRPI								-	-
DIP PRINCIPAL REPAYMENTS								-	-
DIP INTEREST AND USAGE FEES								-	-
TRANSFERS OUT - THIRD PARTIES		785,568						186,973	275,000
TRANSFERS OUT - NONFILING ENTITIES	840,074							-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		189,166			2,905,178		334,358	-	-
MISCELLANEOUS			3,741,598	15				33,519	28,589
TOTAL DISBURSEMENTS	33,405,619	974,733	46,615,651	15	2,905,178	-	334,358	274,066	704,613
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(3,157,769)	140	(5,306,300)	(15)	-	-	(334,358)	20,346	374,506
CASH - END OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ 44,851	\$ -	\$ -	\$ 164,769	\$ 43,132	\$ 1,060,618

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W. R. Grace & Co. - Conn	
Schedule of Cash Receipts and Disbursements	
MOR-1	
February 2011	
	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -
RECEIPTS	
ACCOUNTS RECEIVABLE - THIRD PARTIES	-
ACCOUNTS RECEIVABLE - INTERCOMPANY	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-
DIP BORROWINGS	-
TRANSFERS IN - THIRD PARTIES	-
TRANSFERS IN - NONFILING ENTITIES	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL RECEIPTS	-
DISBURSEMENTS	
PAYROLL	-
PAYROLL TAXES	-
TRADE PAYABLES - THIRD PARTIES	-
TRADE PAYABLES - INTERCOMPANY	-
ACCOUNT SECURITIZATION	-
PAYMENTS AS SERVICER FOR GRPI	-
DIP PRINCIPAL REPAYMENTS	-
DIP INTEREST AND USAGE FEES	-
TRANSFERS OUT - THIRD PARTIES	-
TRANSFERS OUT - NONFILING ENTITIES	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-
MISCELLANEOUS	-
TOTAL DISBURSEMENTS	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-
CASH - END OF MONTH	\$ -

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W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2011							
	Banco Interam de Finanzas 7000107707	HSBC Operating Acct 1128001	Bank Boston Operating Acct 154519	Cash in Transit	Cash on Hand	Other	
CASH BEGINNING OF MONTH	\$ -	\$ 339,698	\$ -	\$ 209,602	\$ (1,254,659)	\$ 10,217,284	
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	459,840					
ACCOUNTS RECEIVABLE - INTERCOMPANY	-	-					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-					
DIP BORROWINGS	-	-					
TRANSFERS IN - THIRD PARTIES	-	-					
TRANSFERS IN - NONFILING ENTITIES	-	-					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-					
MISCELLANEOUS	-	-					
TOTAL RECEIPTS	-	459,840		-	-		
DISBURSEMENTS							
PAYROLL	-	-					
PAYROLL TAXES	-	-					
TRADE PAYABLES - THIRD PARTIES	-	328,322					
TRADE PAYABLES - INTERCOMPANY	-	-					
ACCOUNT SECURITIZATION	-	-					
PAYMENTS AS SERVICER FOR GRPI	-	-					
DIP PRINCIPAL REPAYMENTS	-	-					
DIP INTEREST AND USAGE FEES	-	-					
TRANSFERS OUT - THIRD PARTIES	-	-					
TRANSFERS OUT - NONFILING ENTITIES	-	-					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-					
MISCELLANEOUS	-	1,546				501,356	
TOTAL DISBURSEMENTS	-	327,868		-	-	501,356	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	131,972		-	-	(501,356)	
CASH - END OF MONTH	\$ -	\$ 471,670	\$ -	\$ 209,602	\$ (1,254,659)	\$ 9,715,928	

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W. R. Grace & Co. - Conn			
Schedule of Cash Receipts and Disbursements			
MOR-1			
February 2011			
	CURRENT MONTH		
	ACTUAL	PROJECTED	
CASH BEGINNING OF MONTH	\$ 800,113,152	\$ -	
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES	64,831,103		
ACCOUNTS RECEIVABLE - INTERCOMPANY	23,823,282		
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-		
DIP BORROWINGS	-		
TRANSFERS IN - THIRD PARTIES	1,033,234		
TRANSFERS IN - NONFILING ENTITIES	11,956,034		
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	191,900,648		
MISCELLANEOUS	-		
TOTAL RECEIPTS	293,544,301	-	
DISBURSEMENTS			
PAYROLL	10,805,833		
PAYROLL TAXES	6,668,050		
TRADE PAYABLES - THIRD PARTIES	76,166,943		
TRADE PAYABLES - INTERCOMPANY	-		
ACCOUNT SECURITIZATION	-		
PAYMENTS AS SERVICER FOR GRPI	-		
DIP PRINCIPAL REPAYMENTS	-		
DIP INTEREST AND USAGE FEES	-		
TRANSFERS OUT - THIRD PARTIES	7,263,731		
TRANSFERS OUT - NONFILING ENTITIES	840,074		
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	192,779,946		
MISCELLANEOUS	4,630,516		
TOTAL DISBURSEMENTS	299,155,093	-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(5,610,793)	-	
CASH - END OF MONTH	\$ 794,502,359	\$ -	

Note #1

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Remedium Group, Inc.					
Schedule of Cash Receipts and Disbursements					
MOR-1					
February 2011					
	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (54,280)	\$ -	\$ (54,280)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		355,775		355,775	
TOTAL RECEIPTS	-	355,775	-	355,775	-
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES		388,205		388,205	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	-	388,205	-	388,205	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(32,429)	-	(32,429)	
CASH - END OF MONTH	\$ -	\$ (86,710)	\$ -	\$ (86,710)	\$ -

W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	355,775	355,775	
TOTAL RECEIPTS	355,775	355,775	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	355,775	355,775	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	355,775	355,775	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

February 2011

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-in-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 854,024	\$ -	\$ -	\$ -	\$ 854,024	\$ -
RECEIPTS						
		No Activity	No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	398,097				398,097	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	228,130				228,130	
TOTAL RECEIPTS	626,227	-	-	-	626,227	-
DISBURSEMENTS						
PAYROLL	6,536				6,536	
PAYROLL TAXES	2,095				2,095	
TRADE PAYABLES - THIRD PARTIES	195,401				195,401	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	228,130				228,130	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS	432,162	-	-	-	432,162	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	194,065	-	-	-	194,065	-
CASH - END OF MONTH	\$ 1,048,089	\$ -	\$ -	\$ -	\$ 1,048,089	\$ -

Grace International Holdings Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 15,481	15,481	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	155,000	155,000	
TOTAL RECEIPTS	155,000	155,000	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES	12,571	12,571	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	12,571	12,571	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	142,429	142,429	-
CASH - END OF MONTH	\$ 157,910	\$ 157,910	\$ -

Grace Europe, Inc. Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 February 2011			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	500	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
February 2011			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

February 28, 2011

Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE



Name: Hudson La Force
Position: Senior Vice President and
Chief Financial Officer

Sworn to and Subscribed
before me on this 30th
day of March, 2011.

Leah Reynolds commissioned as
Leah Angle

LEAH ANGLE
NOTARY PUBLIC STATE OF MARYLAND
My Commission Expires September 13, 2011

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended February 28, 2011

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.
<i>IRIS numbers</i>	all Conn*	005	063	074	078	197	317	407/702	495
Net sales to third parties	\$ 67,804,879	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	25,125,736	-	-	-	-	-	-	-	-
Net sales to filing entities	227,411	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	3,645,434	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	428,326	5,248,486	762,559	19,173	845,233	-	2,602,915	-	-
	97,231,787	5,248,486	762,559	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	35,273,566	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	16,831,770	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	45,134	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	(356,057)	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	20,831,902	-	(1,782)	-	-	18,000	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	2,874,866	-	-	-	-	-	-	-	-
Defined benefit pension expense	5,027,750	-	-	-	-	-	-	-	-
Depreciation and amortization	5,536,395	-	1,759	-	-	-	-	-	-
Interest expense	3,075,638	-	-	-	-	-	-	-	-
Other expense (income), net	(595,874)	-	(36)	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	1,458,817	-	-	-	-	-	-	-	-
	90,003,908	-	(58)	-	-	18,000	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	7,227,879	5,248,486	762,618	19,173	845,233	(18,000)	2,602,915	-	-
(Provision for) benefit from income taxes	(1,351,753)	(1,836,970)	(229,115)	(6,710)	(295,831)	6,300	(911,020)	0	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ 5,876,126	\$ 3,411,516	\$ 533,503	\$ 12,463	\$ 549,402	\$ (11,700)	\$ 1,691,895	\$ 0	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011										
	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation	Alewite Boston, Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.	
<i>IRIS numbers</i>	543	798	069	070	71	073	075	076	077	
Net sales to third parties	\$ -	\$ 314,148	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	
Net sales to filing entities	-	-	-	-	-	-	-	-	-	
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	
Interest and royalties from filing entities, net	2,457,761	10,000	-	-	-	-	-	-	-	
	2,457,761	324,148	-	-	-	-	-	-	-	
Cost of goods sold to third parties	-	222,495	5,239	-	-	-	-	-	-	
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-	
Selling, general and administrative expenses	-	42,892	-	-	-	-	-	-	-	
Restructuring expenses	-	-	-	-	-	-	-	-	-	
Research and development expenses	-	-	-	-	-	-	-	-	-	
Defined benefit pension expense	-	-	-	-	-	-	-	-	-	
Depreciation and amortization	-	68,664	-	-	-	-	-	-	-	
Interest expense	-	-	-	-	-	-	-	-	-	
Other expense (income), net	-	(77)	-	-	-	-	-	-	-	
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-	
	-	333,975	5,239	-	-	-	-	-	-	
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,457,761	(9,827)	(5,239)	-	-	-	-	-	-	
(Provision for) benefit from income taxes	199,102	7,787	1,834	-	-	-	-	-	-	
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-	
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	
Net (loss) income	\$ 2,656,863	\$ (2,040)	\$ (3,405)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011									
	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
<i>IRIS numbers</i>	079	125	174	198	305	318	376	406/408	458
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	4,841	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	314	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	5,155	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(5,155)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	1,804	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ (3,351)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011									
	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
<i>IRIS numbers</i>	462	465	477	479	480	481	506	516	519
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011									
	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
<i>IRIS numbers</i>	523	539	548	557	563	572	587	621	625
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011										
	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.	
<i>IRIS numbers</i>	631	637	664	681	689	822	824	827	828	
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	
Net sales to filing entities	-	-	-	-	-	-	-	-	-	
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-	
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	
Restructuring expenses	-	-	-	-	-	-	-	-	-	
Research and development expenses	-	-	-	-	-	-	-	-	-	
Defined benefit pension expense	-	-	-	-	-	-	-	-	-	
Depreciation and amortization	-	-	-	-	-	-	-	-	-	
Interest expense	-	-	-	-	-	-	-	-	-	
Other expense (income), net	-	-	-	-	-	-	-	-	-	
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-	
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011								
	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company
<i>IRIS numbers</i>	835	848	856	877	880	na	na	na
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-
Net (loss) income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2011			
	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
<i>IRIS numbers</i>	LEVEL 2	BNF/L3/MI	
Net sales to third parties	\$ -	\$ -	\$ 68,119,027
Net sales to non-filing entities	-	-	\$ 25,125,737
Net sales to filing entities	(227,411)	-	\$ -
Interest and royalties from non-filing entities, net	-	-	\$ 3,645,434
Interest and royalties from filing entities, net	(12,374,452)	-	\$ -
	(12,601,864)	-	\$ 96,890,198
Cost of goods sold to third parties	-	-	\$ 35,501,300
Cost of goods sold to non-filing entities	-	-	\$ 16,831,770
Cost of goods sold to filing entities	(45,134)	-	\$ -
Cost of goods sold to related parties	-	-	\$ (356,057)
Selling, general and administrative expenses	-	-	\$ 20,895,853
Restructuring expenses	-	-	\$ -
Research and development expenses	-	-	\$ 2,874,866
Defined benefit pension expense	-	-	\$ 5,027,750
Depreciation and amortization	-	-	\$ 5,607,132
Interest expense	-	-	\$ 3,075,638
Other expense (income), net	-	-	\$ (595,987)
Chapter 11 reorganization expenses, net of interest income	-	-	\$ 1,458,817
	(45,134)	-	\$ 90,321,083
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(12,556,729)	-	\$ 6,569,115
(Provision for) benefit from income taxes	-	-	\$ (4,414,572)
Noncontrolling interest in income of subsidiary	-	-	\$ -
Equity in net income of non-filing entities	-	9,679,151	\$ 9,679,151
Net (loss) income	\$(12,556,729)	\$ 9,679,151	\$ 11,833,694

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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February 28, 2011

	W. R. Grace & Co. - Conn	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 794,502,359	\$ -	\$ (86,710)	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	78,900,000	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	96,580,182	-	-	-	-	-
Accounts receivable - related party	12,806,634	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	320,676,780	(307,996,653)	(26,226,686)	12,872,292	(69,845,902)	(13,138,869)
Inventories	124,988,483	-	-	-	-	-
Deferred income taxes	19,432,038	-	(2,896,173)	-	-	-
Other current assets	40,596,599	-	-	-	-	-
Total Current Assets	1,488,483,077	(307,996,653)	(29,209,569)	12,872,292	(69,845,902)	(13,138,869)
Properties and equipment, net	402,196,667	-	286,010	-	-	-
Goodwill	31,053,634	-	-	-	-	-
Deferred income taxes	984,770,810	-	23,348,418	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,937,289,007)	1,242,144,660	120,474,109	6,470,364	281,053,375	-
Investment in filing and non-filing entities	1,145,757,771	241,512,111	-	-	-	-
Overfunded defined benefit pension plans	277,450	-	-	-	-	-
Investment of unconsolidated affiliates	57,379,149	-	-	-	-	-
Other assets	45,553,013	-	-	-	-	-
Total Assets	\$ 2,718,182,564	\$ 1,175,660,117	\$ 114,898,969	\$ 19,342,655	\$ 211,207,473	\$ (13,138,869)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ 769,409	-	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	2,387,152	-	-	-	-	-
Accounts payable	97,082,311	-	372,847	-	-	-
Accounts payable - related party	2,884,731	-	-	-	-	-
Income taxes payable	1,802,535	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	109,943,384	-	6,491	-	-	5,041
Total Current Liabilities	214,869,522	-	379,338	-	-	5,041
Debt payable after one year	2,422,469	-	-	-	-	-
Debt payable - related party	13,517,187	-	-	-	-	-
Underfunded defined benefit pension plans	361,036,234	-	-	-	-	-
Other liabilities	35,625,238	-	-	-	-	-
Total Liabilities Not Subject to Compromise	811,584,273	-	379,338	-	-	5,041
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	883,063,149	-	-	-	-	-
Drawn letters of credit plus accrued interest	33,153,184	-	-	-	-	-
Income tax contingencies	(190,964,770)	153,854,429	(9,954,640)	644,553	28,984,014	(83,902)
Asbestos-related contingencies	1,700,000,000	-	-	-	-	-
Environmental contingencies	84,450,332	-	58,434,987	-	-	-
Postretirement benefits	183,018,085	-	-	-	-	-
Other liabilities and accrued interest	149,659,157	-	656,146	-	-	-
Total Liabilities Subject to Compromise	2,842,379,137	153,854,429	49,136,493	644,553	28,984,014	(83,902)
Total Liabilities	3,653,963,410	153,854,429	49,515,831	644,553	28,984,014	(78,861)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	83,968,960	732,521	12,223	1,000	-	1,000
Paid in capital	144,899,878	450,408,969	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(634,967,798)	615,223,203	55,646,466	(15,355,364)	126,211,882	(13,061,008)
Treasury stock, at cost	-	(44,559,104)	-	-	-	-
Accumulated other comprehensive (loss) income	(529,804,175)	100	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(935,903,135)	1,021,805,688	65,383,138	18,698,103	182,223,459	(13,060,008)
Noncontrolling interest	122,289	-	-	-	-	-
Total Equity (Deficit)	(935,780,846)	1,021,805,688	65,383,138	18,698,103	182,223,459	(13,060,008)
Total Liabilities and Equity (Deficit)	\$ 2,718,182,564	\$ 1,175,660,117	\$ 114,898,969	\$ 19,342,655	\$ 211,207,473	\$ (13,138,869)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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February 28, 2011

	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewifa Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 1,048,089	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	907,723	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,610)	5,815,187	140,524,854	(93,406,106)	746,030	(5,248,147)
Inventories	-	-	-	-	273,080	-
Deferred income taxes	-	0	-	-	55,599	-
Other current assets	-	81,853	-	-	34,124	(6,098)
Total Current Assets	(386,938,610)	5,897,040	140,524,854	(93,406,106)	3,064,645	(5,254,245)
Properties and equipment, net	-	-	-	-	354,399	-
Goodwill	-	-	-	-	1,256,948	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	690,189,165	(3,271,355)	-	20,788,757	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	54,000	-	-	4,067,002	-
Total Assets	\$ 303,250,555	\$ 2,679,686	\$ 140,524,854	\$ (13,947,884)	\$ 8,742,994	\$ (5,254,245)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	22,004	-	-	624,339	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	(1,802,267)	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	365,708	-	-	154,367	-
Total Current Liabilities	-	387,713	-	-	(1,023,561)	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	387,713	-	(169,509)	(1,007,805)	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	89,279,467	(1,188,915)	(150)	(12,394,518)	(1,379,897)	(432,710)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	(12,428)	-	-	133,907	-
Total Liabilities Subject to Compromise	89,279,467	(1,201,343)	(150)	(12,394,518)	(1,245,990)	(432,710)
Total Liabilities	89,279,467	(813,630)	(150)	(12,564,027)	(2,253,795)	(432,710)
Equity (Deficit)						
Preferred stock	112	-	-	-	-	-
Common stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	13,074,177	274,606
(Accumulated deficit)/Retained earnings	243,237,386	(348,749)	115,166,011	(107,463,130)	(2,078,388)	(5,096,341)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	3,841,065	-	44,232,784	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	213,971,088	3,493,316	140,525,004	(1,383,857)	10,996,790	(4,821,535)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	213,971,088	3,493,316	140,525,004	(1,383,857)	10,996,790	(4,821,535)
Total Liabilities and Equity (Deficit)	\$ 303,250,555	\$ 2,679,686	\$ 140,524,854	\$ (13,947,884)	\$ 8,742,994	\$ (5,254,245)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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	Alewif Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(27,731)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(210)	-	-	(110)	(330)	(7,489)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(7,489)
Total Liabilities	(210)	-	-	(110)	(330)	(7,489)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,491,335
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,991,335
Total Liabilities and Equity (Deficit)	\$ (2,143,580)	\$ -	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 55,983,846

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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February 28, 2011

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 157,910	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(431,983)	(26,614,022)	57,347,191	(7,283,826)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	7,731	-	-	-	-	-
Total Current Assets	(266,342)	(26,614,022)	57,347,191	(7,283,826)	-	-
Properties and equipment, net	6,908	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (259,434)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(547,118)	(195)	10,346,794	(230)	-	-
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(547,118)	(195)	10,346,794	(230)	-	-
Total Liabilities	(547,118)	(195)	10,346,794	(230)	-	-
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	-	5,150	-	-
Paid in capital	1,303,954	864,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	(1,016,270)	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	(99,212)	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	287,684	(26,613,827)	47,000,396	(7,283,596)	-	-
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	287,684	(26,613,827)	47,000,396	(7,283,596)	-	-
Total Liabilities and Equity (Deficit)	\$ (259,434)	\$ (26,614,022)	\$ 57,347,191	\$ (7,283,826)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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February 28, 2011

	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	94,022	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	3	-	-
Total Current Liabilities	-	-	-	3	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	3	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(110)	-	(110)	(560)	(560)	(450)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,000	2,000	29,000	1,000	1,000	26,000
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414
(Accumulated deficit)/Retained earnings	(52)	(10,966)	(1,147,993)	7,147,595	(110)	(12,431,678)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	5,824,394	(8,966)	(1,118,993)	10,284,682	890	(2,417,264)
Total Liabilities and Equity (Deficit)	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(818)	(110)	(210)	(110)	(30)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	1,000	1,000	1,000	50
Paid in capital	-	-	-	-	-	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(1,230,583)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950	(1,230,583)
Total Liabilities and Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (1,230,613)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities
Combining Balance Sheet
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	W. R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W. R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,555,815)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	91,572
Total Current Assets	36,708,315	-	(73,061)	(12,559,518)	(264,688)	(19,463,742)
Properties and equipment, net	-	-	-	-	438,445	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	6,284,806	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	4,066
Total Assets	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	4,066
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	199	-
Total Current Liabilities	-	-	-	-	199	4,066
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	199	4,066
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(821)	-	(110)	(265)	(759)	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(821)	-	(110)	(265)	(759)	-
Total Liabilities	(821)	-	(110)	(265)	(560)	4,066
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	5,000	-	1,000	85,539	1,000	5,000
Paid in capital	19,577,160	-	-	6,541,055	4,000	6,000,000
(Accumulated deficit)/Retained earnings	23,411,782	-	(73,951)	(19,185,847)	169,317	(25,468,742)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	42,993,942	-	(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Equity (Deficit)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757	\$ (19,459,676)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 February 28, 2011						
	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,478,717	6,345,361	810,265	(48,413,250)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Debt payable - related party	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(1,432)	(300)	(335)	(405)	(185)	(110)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(1,432)	(300)	(335)	(405)	(185)	(110)
Total Liabilities	(1,432)	(300)	(335)	(405)	(185)	(110)
Equity (Deficit)						
Preferred stock	-	-	-	-	-	-
Common stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	1,900,000
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(86,480,845)	-	(1,986,611)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Noncontrolling interest	-	-	-	-	-	-
Total Equity (Deficit)	23,480,148	6,345,661	810,600	(48,412,845)	-	(86,611)
Total Liabilities and Equity (Deficit)	\$ 23,478,717	\$ 6,345,361	\$ 810,265	\$ (48,413,250)	\$ (185)	\$ (86,721)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 February 28, 2011					
	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, inc.	Grace A-B II Inc.
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,839	875,359
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(119)	(110)	-	(360)	(310)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(360)	(310)
Total Liabilities	(119)	(110)	-	(360)	(310)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	(114,960)	100	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	504,081,905	(9,746,003)	(15,750,664)	5,297,199	875,669
Total Liabilities and Equity (Deficit)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839	\$ 875,359

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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February 28, 2011

	Grace H-G II Inc.	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	(5,314)	108,080	130,215,533	145,239,206	(81,115,113)
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(260)	(360)	21,450,461	21,450,636	(480)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(260)	(360)	21,450,461	21,450,636	(480)
Total Liabilities	(260)	(360)	21,450,461	21,450,636	(480)
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	1,000	100	124,473
Paid in capital	-	-	30,293,750	13,880,108	51,173,713
(Accumulated deficit)/Retained earnings	(6,054)	107,440	78,470,322	109,908,362	(132,412,819)
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	(5,054)	108,440	108,765,072	123,788,570	(81,114,633)
Total Liabilities and Equity (Deficit)	\$ (5,314)	\$ 108,080	\$ 130,215,533	\$ 145,239,206	\$ (81,115,113)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 February 28, 2011					
	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities
ASSETS					
Current Assets					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	47,407,796	-	-	-	600,000
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
Total Current Assets	47,407,796	-	-	-	600,000
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	(1,323,702,717)
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	(1,201,282)
Total Assets	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,303,999)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)					
Liabilities Not Subject to Compromise					
Current Liabilities					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Debt payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Debt payable - related party	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-
Liabilities Subject to Compromise					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(110)	-	-	-	-
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	-	-	-
Total Liabilities	(110)	-	-	-	-
Equity (Deficit)					
Preferred stock	-	-	-	-	-
Common stock	1,000	-	-	-	(86,493,960)
Paid in capital	7,308,934	-	-	-	(1,222,970,000)
(Accumulated deficit)/Retained earnings	40,097,972	-	-	-	3,059,961
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	(17,900,000)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	47,407,906	-	-	-	(1,324,303,999)
Noncontrolling interest	-	-	-	-	-
Total Equity (Deficit)	47,407,906	-	-	-	(1,324,303,999)
Total Liabilities and Equity (Deficit)	\$ 47,407,796	\$ -	\$ -	\$ -	\$ (1,324,303,999)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 February 28, 2011			
	Conversion to Equity Method	Reporting Reclasses	COMBINED FILING ENTITIES
ASSETS			
Current Assets			
Cash and cash equivalents	\$ -	\$ -	\$ 795,622,149
Restricted cash and cash equivalents as collateral for letter of credit facility	-	-	\$ 78,900,000
Cash value of life insurance policies, net of policy loans	-	-	\$ -
Accounts and other receivables, net	-	-	\$ 97,487,906
Accounts receivable - related party	-	-	\$ 12,806,634
Receivables from/(payables to) filing and non-filing entities, net	-	200,000	\$ 91,359,350
Inventories	-	-	\$ 125,261,563
Deferred income taxes	-	91,555	\$ 16,683,019
Other current assets	-	-	\$ 40,805,781
Total Current Assets	-	291,555	\$ 1,258,926,402
Properties and equipment, net	-	-	\$ 403,282,429
Goodwill	-	-	\$ 32,310,582
Deferred income taxes	-	(183,959,869)	\$ 824,159,359
Asbestos-related insurance receivable	-	-	\$ 500,000,000
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	\$ 370,521,220
Investment in filing and non-filing entities	(232,049,689)	1,800,000	\$ 284,703,020
Overfunded defined benefit pension plans	-	-	\$ 277,450
Investment of unconsolidated affiliates	-	-	\$ 57,379,149
Other assets	-	-	\$ 48,476,800
Total Assets	\$ (232,049,689)	\$ (181,868,314)	\$ 3,780,036,411
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ -	\$ -	\$ 769,409
Debt payable - related party	-	-	\$ 2,387,152
Accounts payable	-	-	\$ 98,105,568
Accounts payable - related party	-	-	\$ 2,884,731
Income taxes payable	-	-	\$ 268
Asbestos-related liability expected to be disbursed within one year	-	-	\$ -
Other current liabilities	-	2,866,165	\$ 113,341,357
Total Current Liabilities	-	2,866,165	\$ 217,488,485
Debt payable after one year	-	-	\$ 2,422,469
Debt payable - related party	-	-	\$ 13,517,187
Underfunded defined benefit pension plans	-	-	\$ 361,036,234
Other liabilities	-	-	\$ 35,625,237
Total Liabilities Not Subject to Compromise	-	(181,093,704)	\$ 630,089,612
Liabilities Subject to Compromise			
Debt, pre-petition plus accrued interest	-	-	\$ 883,063,149
Drawn letters of credit plus accrued interest	-	-	\$ 33,153,184
Income tax contingences	-	-	\$ 109,045,272
Asbestos-related contingences	-	-	\$ 1,700,000,000
Environmental contingences	-	-	\$ 142,885,319
Postretirement benefits	-	-	\$ 183,018,085
Other liabilities and accrued interest	-	(8,574,610)	\$ 141,862,173
Total Liabilities Subject to Compromise	-	(8,574,610)	\$ 3,193,027,182
Total Liabilities	-	(189,668,314)	\$ 3,823,116,794
Equity (Deficit)			
Preferred stock	-	-	\$ 112
Common stock	-	-	\$ 735,197
Paid in capital	-	-	\$ 455,970,963
(Accumulated deficit)/Retained earnings	(217,923,624)	2,000,000	\$ 52,705,662
Treasury stock, at cost	-	-	\$ (44,559,104)
Accumulated other comprehensive (loss) income	(14,126,065)	5,800,000	\$ (508,055,502)
Total W.R. Grace & Co. - Chapter 11 Filing Entities Equity (Deficit)	(232,049,689)	7,800,000	\$ (43,202,672)
Noncontrolling interest	-	-	\$ 122,289
Total Equity (Deficit)	(232,049,689)	7,800,000	\$ (43,080,383)
Total Liabilities and Equity (Deficit)	\$ (232,049,689)	\$ (181,868,314)	\$ 3,780,036,411

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

W. R. Grace & Co. - Conn Status of Postpetition Taxes MOR-4 February 28, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ 133,502	\$ 2,078,121	\$ (2,078,121)	\$ 133,502
FICA - Employee	9,692	814,591	(814,588)	9,695
FICA and payroll- Employer	1,056,109	1,099,912	(834,637)	1,321,384
Unemployment	-	23,025	(23,025)	-
Other	-	253,002	(253,002)	-
Total Federal Taxes	\$ 1,199,303	\$ 4,268,651	\$ (4,003,373)	\$ 1,464,581
State and Local				
Withholding	\$ 79,991	\$ 695,811	(695,722)	\$ 80,080
Sales & Use	463,111	354,284	(342,604)	474,791
Property Taxes	2,041,504	301,239	(144,856)	2,197,887
Other	-	-	-	-
Total State and Local	\$ 2,584,606	\$ 1,351,334	\$ (1,183,182)	\$ 2,752,758
Total Taxes	\$ 3,783,909	\$ 5,619,985	\$ (5,186,555)	\$ 4,217,339

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 February 28, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,808	\$ (4,808)	\$ -
FICA - Employee	-	2,045	(2,045)	-
FICA and payroll- Employer	-	2,769	(2,769)	-
Unemployment	-	12	(12)	-
Other	-	154	(154)	-
Total Federal Taxes	\$ -	\$ 9,788	\$ (9,788)	\$ -
State and Local				
Withholding	\$ -	\$ 338	\$ (338)	\$ -
Sales & Use	23	-	(23)	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ 23	\$ 338	\$ (361)	\$ -
Total Taxes	\$ 23	\$ 10,126	\$ (10,149)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Grace Washington, Inc. Status of Postpetition Taxes MOR-4 February 28, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ 4,246	\$ (4,246)	\$ -
FICA - Employee	-	1,067	(1,067)	-
FICA and payroll- Employer	-	1,445	(1,445)	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ 6,758	\$ (6,758)	\$ -
State and Local				
Withholding	\$ -	\$ 917	\$ (917)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ 917	\$ (917)	\$ -
Total Taxes	\$ -	\$ 7,675	\$ (7,675)	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

L B Realty, Inc. Status of Postpetition Taxes MOR-4 February 28, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	-	-	-
FICA and payroll- Employer	-	-	-	-
Unemployment	-	-	-	-
Other	-	-	-	-
Total Federal Taxes	\$ -	\$ -	\$ -	\$ -
State and Local				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
Total State and Local	\$ -	\$ -	\$ -	\$ -
Total Taxes	\$ -	\$ -	\$ -	\$ -

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

Darex Puerto Rico, Inc. Status of Postpetition Taxes MOR-4 February 28, 2011				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
Federal				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	472	(472)	-
FICA and payroll- Employer	-	638	(638)	-
Unemployment	-	56	(56)	-
Other	-	380	(380)	-
Total Federal Taxes	\$ -	\$ 1,546	\$ (1,546)	\$ -
State and Local				
Withholding	\$ -	\$ 548	\$ (548)	\$ -
Sales & Use	210	-	-	210
Property Taxes	48,833	833	-	49,666
Other	-	-	-	-
Total State and Local	\$ 49,043	\$ 1,381	\$ (548)	\$ 49,876
Total Taxes	\$ 49,043	\$ 2,927	\$ (2,094)	\$ 49,876

Note #4

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn
Accounts Receivable Reconciliation and Aging
MOR-5
February 2011

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$ 94,564,741
Amounts billed during the period	\$ 67,804,879
Amounts collected during the period	\$ (64,831,103)
Other	\$ 48,945
Trade accounts receivable at the end of month, gross	\$ 97,587,462

Trade Accounts Receivable Aging

Current	\$ 91,757,872
1-30 days past due	\$ 14,601,708
31-60 days past due	\$ 5,587,033
+61 days past due	\$ (14,359,151)
Trade accounts receivable, gross	\$ 97,587,462
Allowance for doubtful accounts	\$ (1,543,081)
Trade accounts receivable, net	\$ 96,044,381

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$ 96,044,381
Customer notes and drafts receivable	\$ 904,149
Pending customer credit notes	\$ (368,347)
Advances and deposits	\$ -
Nontrade receivables, net	\$ -
Total notes and accounts receivable, net	\$ 96,580,182

Chart 6

Grace Washington, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Darex Puerto Rico, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ 1,182,106
Amounts billed during the period	314,148
Amounts collected during the period	(398,097)
Other	(5,212)
Trade accounts receivable at the end of month, gross	\$ 1,092,944
Trade Accounts Receivable Aging	
Current	\$ 949,514
1-30 days past due	251,780
31-60 days past due	175,204
+61 days past due	(283,554)
Trade accounts receivable, gross	1,092,944
Allowance for doubtful accounts	(185,221)
Trade accounts receivable, net	\$ 907,723
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 907,723
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ 907,723

Chart 6

Gloucester New Communities Company, Inc.
Accounts Receivable Reconciliation and Aging
MOR-5
February 2011

Trade Accounts Receivable Reconciliation

Trade accounts receivable, beginning of month, gross	\$	-
Amounts billed during the period		-
Amounts collected during the period		-
Other		-
Trade accounts receivable at the end of month, gross	\$	-

Trade Accounts Receivable Aging

Current	\$	-
1-30 days past due		-
31-60 days past due		-
+61 days past due		-
Trade accounts receivable, gross		-
Allowance for doubtful accounts		-
Trade accounts receivable, net	\$	-

Notes and Accounts Receivable Reconciliation

Trade accounts receivable, net	\$	-
Customer notes and drafts receivable		-
Pending customer credit notes		-
Advances and deposits		-
Nontrade receivables, net		-
Total notes and accounts receivable, net	\$	-

Chart 6

Grace Europe, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2011	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
Trade Accounts Receivable Aging	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 7

W.R. Grace & Co., et al Debtor Questionnaire MOR - 5 February 28, 2011		
	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.		See Note #6 below

Note #5

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

Note #6

Generally yes. However, FICA taxes related to regular SERP payments (i.e., payments under Grace supplemental executive retirement plan) prior to 2008 were not paid, as a result of an administrative error. The amount involved is approximately \$300,000 with respect to employer contributions. Grace's advisors have contacted the IRS, and anticipate that this matter will be resolved in a satisfactory manner during 2011.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds

Combined Chapter 11 Filing Entity Statements

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities				
Combined Statements of Operations				
In millions	Month Ended February 28,		Two Months Ended February 28,	
	2011	2010	2011	2010
Net sales to third parties	\$ 68.1	\$ 62.3	\$ 132.5	\$ 123.6
Net sales to non-filing entities	25.1	20.1	52.8	35.0
Interest and royalties from non-filing entities	3.6	3.9	6.1	6.6
	96.8	86.3	191.4	165.2
Cost of goods sold to third parties	35.5	39.9	75.3	79.4
Cost of goods sold to related parties	(0.4)	(0.3)	(0.7)	(0.5)
Cost of goods sold to non-filing entities	16.8	13.1	33.0	22.5
Selling, general and administrative expenses	20.9	20.1	41.4	40.1
Restructuring costs	-	-	-	-
Depreciation and amortization	5.6	5.6	11.2	11.3
Research and development expenses	2.9	2.8	5.7	5.5
Defined benefit pension expense	5.0	5.8	10.1	11.6
Interest expense	3.1	2.8	6.4	6.3
Other (income) expense, net	(0.7)	(0.2)	(3.1)	(1.3)
Provision for environmental remediation	-	-	-	-
Chapter 11 expenses, net of interest income	1.5	1.7	3.2	4.6
	90.2	91.3	182.5	179.5
Income (loss) before income taxes and equity in net income of non-filing entities	6.6	(5.0)	8.9	(14.3)
Benefit from (provision for) income taxes	(4.4)	(1.8)	(6.9)	(1.4)
Income (loss) before equity in net income of non-filing entities	2.2	(6.8)	2.0	(15.7)
Equity in net income of non-filing entities	9.6	11.7	19.0	21.5
Net income (loss)	\$ 11.8	\$ 4.9	\$ 21.0	\$ 5.8

W. R. Grace & Co. - Chapter 11 Filing Entities
Combined Statements of Cash Flows

(in millions)	Two Months Ended February 28,	
	2011	2010
<u>Operating Activities</u>		
Net income	\$ 21.0	\$ 5.8
Reconciliation to net cash provided by operating activities:		
Depreciation and amortization	11.2	11.3
Equity in earnings of non-filing entities	(19.0)	(21.5)
(Benefit from) provision for income taxes	6.9	1.4
Income taxes (paid), net of refunds received	(15.0)	(0.1)
Defined benefit pension expense	10.1	11.6
Payments under defined benefit pension arrangements	(10.8)	(9.7)
Changes in assets and liabilities, excluding effect of foreign currency translation:		
Trade accounts receivable	1.8	(15.2)
Inventories	(21.4)	(17.4)
Accounts payable	16.3	14.9
Other accruals and non-cash items	20.7	26.6
Net cash provided by operating activities	21.8	7.7
<u>Investing Activities</u>		
Capital expenditures	(7.0)	(6.4)
Transfer to restricted cash and cash equivalents related to letter of credit facility	(4.4)	-
Net cash used for investing activities	(11.4)	(6.4)
<u>Financing Activities</u>		
Net (repayments) borrowings under credit arrangements	(2.6)	(7.1)
Proceeds from exercise of stock options	0.6	3.2
Net cash used for financing activities	(2.0)	(3.9)
Increase (decrease) in cash and cash equivalents	8.4	(2.6)
Cash and cash equivalents, beginning of period	787.2	685.5
Cash and cash equivalents, end of period	\$ 795.6	\$ 682.9

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets			
Amounts in millions	February 28, 2011	December 31, 2010	April 2, 2001
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 795.6	\$ 787.2	\$ 8.6
Restricted cash and cash equivalents as collateral for letter of credit facility	78.9	74.5	-
Cash value of life insurance policies, net of policy loans	-	-	-
Trade accounts receivable, less allowance of \$1.7 (2010 - \$1.7, Filing Date - \$0.7)	97.5	99.3	32.3
Accounts receivable - unconsolidated affiliate	12.8	4.4	-
Receivables from non-filing entities, net	91.4	106.8	51.2
Inventories	125.2	103.8	80.6
Deferred income taxes	16.7	17.4	80.9
Asbestos-related insurance expected to be realized within one year	-	-	17.0
Other current assets	40.8	39.0	33.4
Total Current Assets	1,258.9	1,232.4	304.0
Properties and equipment, net	403.3	407.2	400.4
Goodwill	32.3	32.3	13.6
Deferred income taxes	824.2	806.2	401.0
Asbestos-related insurance expected to be realized after one year	500.0	500.0	323.4
Loans receivable from non-filing entities, net	370.5	359.4	387.5
Investment in non-filing entities	284.7	254.3	121.0
Overfunded defined benefit pension plans	0.3	0.3	-
Deferred pension costs	-	-	236.0
Investment in unconsolidated affiliates	57.3	56.4	-
Other assets	48.6	51.2	136.6
Total Assets	\$ 3,780.1	\$ 3,699.7	\$ 2,323.5
LIABILITIES AND EQUITY (DEFICIT)			
Liabilities Not Subject to Compromise			
Current Liabilities			
Debt payable within one year	\$ 0.8	\$ 0.8	\$ -
Debt payable - unconsolidated affiliate	2.4	2.3	-
Accounts payable	98.1	81.8	-
Accounts payable - unconsolidated affiliate	2.9	4.0	-
Other current liabilities	113.4	94.6	-
Total Current Liabilities	217.6	183.5	-
Debt payable after one year	2.4	2.5	-
Debt payable - unconsolidated affiliate - long term	13.5	12.6	-
Underfunded defined benefit pension plans	361.0	367.7	-
Other liabilities	35.6	34.9	31.5
Total Liabilities Not Subject to Compromise	630.1	601.2	31.5
Liabilities Subject to Compromise			
Debt plus accrued interest	916.3	911.4	511.5
Income tax contingencies	109.0	93.8	242.1
Asbestos-related contingencies	1,700.0	1,700.0	1,002.8
Environmental contingencies	142.9	144.0	164.8
Postretirement benefits	183.0	181.1	256.2
Other liabilities and accrued interest	141.8	143.8	188.6
Total Liabilities Subject to Compromise	3,193.0	3,174.1	2,366.0
Total Liabilities	3,823.1	3,775.3	2,397.5
Equity (Deficit)			
Common stock	0.7	0.7	0.8
Paid in capital	456.1	455.9	432.6
Retained earnings (Accumulated deficit)	52.7	31.7	(201.8)
Treasury stock, at cost	(44.6)	(45.9)	(136.4)
Accumulated other comprehensive loss	(508.0)	(518.1)	(169.5)
Total W.R. Grace & Co. Chapter 11 Filing Entities Shareholders' Equity (Deficit)	(43.1)	(75.7)	(74.3)
Noncontrolling interest	0.1	0.1	0.3
Total Equity (Deficit)	(43.0)	(75.6)	(74.0)
Total Liabilities and Equity (Deficit)	\$ 3,780.1	\$ 3,699.7	\$ 2,323.5

W. R. Grace & Co.
Filing Entity Supplemental Financial Information
February 28, 2011

Basis of Presentation

The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2010 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

The results of operations for the two-month interim period ended February 28, 2011 are not necessarily indicative of the results of operations for the year ending December 31, 2011.

Other Balance Sheet Accounts

<i>(In millions)</i>	February 28, 2011	Filing Date
Inventories		
Raw materials	\$ 22.1	\$ 20.3
In process	24.4	16.2
Finished products	64.3	63.8
Other	14.4	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis	--	(29.3)
	\$ 125.2	\$ 80.6
Other Assets		
Deferred charges	14.3	40.4
Cash value of life insurance policies, net of policy loans	5.0	64.1
Long-term receivables	0.2	1.9
Long-term investments	3.7	2.1
Patents, licenses and other intangible assets, net	16.1	25.2
Fair value of currency forward contracts	9.3	--
Other assets	--	2.9
	\$ 48.6	\$ 136.6
Other Current Liabilities		
Accrued compensation	\$ 45.3	\$ --
Accrued commissions	5.3	--
Customer programs	12.7	--
Accrued freight	5.9	--
Accrued reorganization fees	7.0	--
Fair value of commodity contracts	5.6	--
Other accrued liabilities	31.6	--
	\$ 113.4	\$ --
Other Liabilities		
Deferred royalty income – non-filing entities	\$ --	\$ 31.5
Accrued compensation	4.5	--
Other accrued liabilities	31.1	--
	\$ 35.6	\$ 31.5
Other Liabilities Subject to Compromise		
Accrued interest on pre-petition liabilities	61.3	--
Accounts payable	31.1	43.0
Retained obligations of divested businesses	29.2	43.5
Other accrued liabilities	20.2	102.1
	\$ 141.8	\$ 188.6

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

Debt

On February 28, 2011 and the Filing Date, Grace's debt was as follows:

Components of Debt <i>(In millions)</i>	February 28, 2011	Filing Date
Debt payable within one year		
Other short-term borrowings and related fees payable.....	\$ 0.8	\$ --
Debt payable after one year		
Other long-term borrowings	\$ 2.4	\$ --
Debt Subject to Compromise		
Bank borrowings	\$ 500.0	\$ 500.0
Accrued interest on bank borrowings	383.1	--
Drawn letters of credit	26.1	--
Accrued interest on drawn letters of credit	7.1	--
8.0% Notes Due 2004	--	5.7
7.75% Notes Due 2002	--	2.0
Other borrowings	--	1.2
Accrued interest.....	--	2.6
	\$ 916.3	\$ 511.5
Weighted average interest rates on total debt	3.3%	6.1%